NAPA COUNTY BOARD OF SUPERVISORS
Board Agenda Letter

TO: Board of Supervisors

FROM: Kevin Olson for Bennett Wilson - Chief Information Officer
                   Information Technology Services

REPORT BY: SERENA PEARSON, STAFF SERVICES ANALYST I , 707-259-8666

SUBJECT: Oracle USA, Inc. Software Maintenance Renewal

RECOMMENDATION

Chief Information Officer requests approval of and authorization for the Purchasing Agent to issue purchase orders for annual Peoplesoft software maintenance fees from Oracle USA, Inc. of Palatine, Illinois, for a total of $274,003 for the term July 1, 2007 through June 30, 2008.

EXECUTIVE SUMMARY

Oracle's (formerly PeopleSoft) Financial and Human Resource applications are currently used throughout the County to provide automated financial and human resource operations. Software maintenance for these applications is required to ensure proper performance of this suite of applications and take advantage of new functionality added to the applications. The purchase of annual software maintenance totals $274,003 through June 30, 2008, and has traditionally been purchased via a purchase order based on the underlying Software End User License and Services Agreement No 3730 for the software itself.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Information Technology Services Fiscal Year 2007/2008
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	This action will allow for continued software maintenance.
Is the general fund affected?	No
Future fiscal impact:	Future year maintenance costs will be budgeted in Information Technology

Services and built into the Technology Cost Allocation Plan.

Consequences if not approved: It would not be possible to maintain these software applications.

Additional Information:

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

Oracle's (formerly PeopleSoft) Financial and Human Resource applications are currently used throughout the County to provide automated financial and human resource operations. Software maintenance for these applications is required to ensure proper performance of this suite of applications and take advantage of new functionality added to the applications. Items 1 through 7 below, which include Internet access, are required components that work in conjunction with one another to provide a comprehensive system.

Costs for Oracle software maintenance and telephone support for Fiscal Year 2007-2008 total $274,003 and are detailed below:

1. PeopleSoft Financials at $115,794
2. PeopleSoft Human Resources at $62,547
3. PeopleSoft e-Applications at $19,436
4. PeopleSoft EEL (Extended Enterprise) at $14,433
5. PeopleSoft HRMS Portal Pack at $2,992
6. PeopleSoft Merant - Net Express at $4,583
7. PeopleSoft Projects plus at $54,218

According to the underlying Software End User License and Services Agreement (Agreement No. 3730), the yearly maintenance fees will be renewed annually at the rate in effect at the time of renewal. The fees are included in the budget and are slightly lower than those paid in Fiscal Year 2006/2007.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Karen Gratton